# ATTACHMENT 6 TRADE PRESS ARTICLE ON AT&T'S RATE INCREASES

# THE NETWORKING NEWSPAPER

VPN Products Square Off '800' Bata

Network managers evaluate trade-offs between functionality and performance

#### By SALVATORE SALAMONE

in the unfolding war over IP. based virtual private network products, the battle lines pit functionality against performance.

Ascend Communications Inc., Extended Systems Inc. and VP-

Net Technologies Inc. last week troduced the Pipeline 220, a introduced widely disparate VPN solutions. The only common thread was the promise of saving network and IS managers money on remote access costs.

Ascend, Alameda, Calif., in-

router that uses new software called SecureConnect to provide firewall authentication and VPN tunneling capabilities.

www.commweek.com

Extended Systems, Boise, Icaho, introduced the Extend-Net VPN, a device that replaces a communications server and lets remote Windows 95 or NT users securely access networks using the operating system's built-in dial-up networking capabilities, 40-bit Microsoft Point-to-Point Encryption, and the Point-to-Point Tunneling Protocol (PPTP).

And VPNet, San Jose, Calif., introduced the VSU-1010 VPN Service Unit, a dedicated hardware device that touts Ethernet wire speeds, compliance with IP accurity protocols, triple-DES encryption, authentication and compression services.

The state of Kansas is using the VSU-1010 to connect offices

TPE, page 71

# Toll Hike **Hits Users**

#### BY JOHN REDIDLEMAN

Call it a glitch. Call it government intervention gone wild. But whatever you call it, large corporate users are paying miltions of dollars more for "800" voice and data services.

As strange as it may sound, the higher bills are the direct reault of new FCC-ordered fees now being collected by payphone operators from long distance carriers for non-coin calls placed from their phones.

The new fees were implemented by the commission during the past nine months to fulfill provisions of the Telecom Act that were designed to foster competition in the pay-phone market. The new rules require

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#### PAYING THE PIPER

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# Top of the News.

# 800

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long distance companies to compensate pay-phone operators for credit-card, operator-assisted. and toll-free "800" and "888" calls placed from pay phones. But the unintended consequence has been rate increases totaling millions of dollars for tall-free calls not placed from pay phones. - For business customers, the rate increases translate into new telecom expenses, primarily for "800" services used to receive incoming phone calls from customers and employees, as well as data calls from remote workers dialing "800" numbers to access a corporate LAN.

While most network managers declined to reveal the per-

centages of their budgets spent on inbound and outbound long distance service, many expressed outrage that a law designed to promote greater competition would lead to across-the-board "800" service rate hikes.

AT&T's imperative in the matter was clear. Only a few years ago, the carrier said toll-free traffic accounted for nearly half the volume on its massive long distance network.

#### The los and Outs

The steeper charges are especially troublesome to the many companies that spend more for inbound calls than on outbound long distance, especially since remote data calls, which are rarely made from pay phones, account for a large percentage of inbound "800" calls.

"My feeling is that the payphone operators have gone way overboard," said Jonathan Goldbith, senior engineer at Norwest Mortgage Inc., Des Moines, Iowa. "Those companies already make plenty of money from their pay phones, and if I use one at the airport to make an '800' call, then that's too bad."

Smaller companies will be hurt the most by the compensation plan, Goldblith said, in contrast to companies such as Norwest, which has a long-term "800" contract with AT&T that has protected the company from the latest rate increase.

"The problem was that the FCC's compensation rates were exortitant," said John Cushman, director of toll-free services at AT&T. "Our only option was to increase our rates across the board knowing some customers would be unfairly penalized."

#### The End Result

As a direct consequence of the new rules, AT&T increased its interstate toll-free "800" business rates by 7 percent and its business outbound rates by 2 percent to recover its share of the payments to pay-phone operators—estimated at nearly \$60 million per month for AT&T alone.

MCI Communications Corp. and Sprint also raised their business calling rates to reflect expenses they incurred under the new compensation plan, although their rate hikes were not as large as AT&T's because of their smaller market shares

#### PAY PHONES' HUGE HIDDEN TOLLS

The FCC's ruling that long distance companies compensate pay-phone operators for non-coin pay-phone calls has been taking its toll on corporate '800' customers during the past nine months.

Bade	F <del>ez</del>	ATAL's there	Cast to mars
Numeric 1398	for such of 488,888	S26.21 per phono per nosth, er approximately \$18.5 million per month	heard rate because for
April 1997	charges for each of		antoned business large
October 1997	25 sents per cell for each ten-cels pay- phone call received	25 carls per cal	

States Communications (Supplemental States & Pagister)

\* Electric May 1, 1991

and correspondingly smaller compensation obligations. MCI responded to the pay-

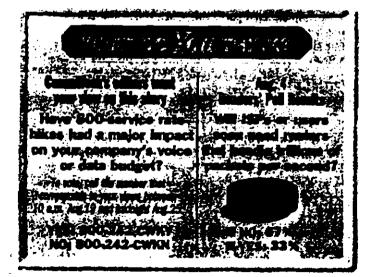
MCI responded to the payphone fees by raising its "800" service rates twice—once in March and again in May—by more than 3 percent each time. Sprint raised rates for most of its business voice services by about 2 percent in November and again by about 5 percent in March.

Despite the increases, "we believe that we did the right thing," said an FCC official, adding that the commission did not mandate how long distance companies should respond to the new pay-phone fees.

But the commission is in the process of re-examining the process it used to establish the \$45.85 monthly fee it authorized pay-phone operators to collect in response to a ruling by a federal appeals court that the monthly charge was "arbitrary."

The \$45.85 figure was established using an estimated cost to pay-phone operators of \$5 cents per call for each non-coin call transferred to a long distance provider, the FCC source said.

In the meantime, "it's too bad that toil-free calls may no longer be truly toil-free," Norwest's Goldblith said.



### **ATTACHMENT 8**

## AT&T'S FCC TARIFF FILING FOR PAYPHONE SURCHARGES EFFECTIVE JUNE 1997



Mary Peterson Administrator - Rates and Tariffs

Room 32D66 55 Corporate Drive Bridgewater, NJ 08807 908 658-8155

May 30, 1997

Transmittal No. 10745

Secretary
Federal Communications Commission
Washington, DC 20554

Attention: Common Carrier Bureau

The accompanying tariff material issued by AT&T Communications and bearing Tariff F.C.C. Nos. 1, 13, 27 and 28, effective June 1, 1997 and June 2, 1997, is sent to you for filing in compliance with the requirements of the Communications Act of 1934, as amended. This material consists of tariff pages as indicated on the following check sheets:

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Tariff F.C.C. No. 1 - 4303rd Revised Page 1
Tariff F.C.C. No. 1 - 96th Revised Page 1.15
Tariff F.C.C. No. 13 - 666th Revised Page 1
Tariff F.C.C. No. 27 - 570th Revised Page 1
Tariff F.C.C. No. 27 - 50th Revised Page 1.1.1
Tariff F.C.C. No. 27 - 55th Revised Page 1.3
Tariff F.C.C. No. 28 - 3rd Revised Page 1
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This filing:

Expands the availability of the offerings in Tariff F.C.C. No. 28 (End User Access Service, Presubscription, and Billing Name and Address Service) to Residence Customers in the state of Georgia located in exchanges served by BellSouth Telecommunications, Inc. In addition, this filing adds Uniform Service Order Code (USOC) information for Billing Name and Address Service.

Also, adds GTE and USWest to the list of Local Exchange Companies that render bills for the AT&T Cellular Caller Reach Out® -Overseas One Rate International Plan Promotion; and introduces two AT&T International Residence Customer Promotions.

Introduces a public payphone surcharge to all completed interstate and international long distance non-coin calls placed from public/semi-public payphones in the United States, Puerto Rico and the U.S. Virgin Islands and introduces a new AT&T CustomNet<sup>sm</sup>, Service Promotion.

The material contained herein is scheduled to become effective on not less than one day's notice, pursuant to Section 61.23 of the Federal Communications Commission's Rules and Regulations.

ATET COMMUNICATIONS Adm. Rates and Tariffs Bridgewater, NJ 08807 Issued: May 30, 1997 TARIFF F.C.C. NO. 13 14th Revised Page 38.6 Cancels 13th Revised Page 38.6 Effective: June 1, 1997

19.K.1. AT&T CIID/891 Card Adjustment Factor - Customers who attain \$30 or more in LDMTS usage and service charges billed to an AT&T CIID/891 card account in a three calendar month period will receive a credit based on an adjustment factor of 1.0 which is applied to the AT&T CIID/891 card LDMTS usage and service charges from public telephones, and an adjustment factor of 1.0 which is applied to the AT&T CIID/891 card LDMTS usage and service charges from all other telephones; i.e., a 0% discount. eligibility period for this credit begins the first full calendar month after the issuance date of the first AT&T CIID/891 card to the account. Eligibility for those accounts with AT&T CIID/891 cards issued prior to August 1, 1991 will begin either September 1, 1991 or October 1, 1991. The credit will apply in each successive three calendar month period in which the Customer attains at least \$30 in eligible usage and service charges. (Note: Some of AT&T's billing agents will determine the credits based upon three successive monthly billing periods instead of calendar months. In these cases, the eligibility period begins with the first full monthly billing period after the issuance date of the AT&T CIID/891 Card to the account. For those cards issued prior to August 1, 1991 eligibility begins with either the first or second full monthly billing period after September 1, 1991.) The credit will be paid to Customers annually and, at the option of the Customer, will be paid in the form of a negotiable instrument accepted by AT&T and/or its CIID/891 billing agents or in the form of a negotiable instrument redeemable for goods and services at participating vendors. Conference Service charges and Custom Network Service charges are not eliqible for the card adjustment factor credit. The credit also does not apply to any account which receives a discount under a calling card optional calling plan. The credit also does not apply to AT&T CIID/891 accounts where the card is issued to and billed by a foreign bank or a foreign telephone company where agreements to administer this offering do not exist.

19.K.2. Public/Semi-Public Telephone - Coin operated or coinless telephones which are generally available for public use in the United States, Puerto Rico and the U.S. Virgin Islands. These telephones can be owned by local telephone companies, interexchange carriers and/or private Customers. Calls from coinless telephones must use an alternate billing method such as calling card, commercial credit card, third number or collect.

19.K.2.1. Public Payphone Surcharge - A Public Payphone Surcharge N applies to all completed consumer interstate and international long distance calls placed from a public/semi-public payphone which are not paid on a sent-paid basis. Specifically, the public payphone surcharge applies to: (1) calling card service; (2) collect calls; (3) calls billed to a third number; (4) completed AT&T 500 Personal Number Service calls; (5) completed AT&T Easy Reach 700 calls; (6) calls to interstate and international Directory Assistance; and (7) calls completed via AT&T DIRECTory LINK Service.

The Public Payphone Surcharge is applied in addition to any other applicable Service Charges or Surcharges.

The Public Payphone Surcharge does not apply to:

- Calls paid for by inserting coins at the public/semi-public payphone.
- Calls placed from stations other than public/semi-public payphones.
- Calls completed using AT&T Prepaid Card Service.

Discounts offered by AT&T discount plans and promotions will not apply to the Public Payphone Surcharge unless this specific charge is expressly covered in the AT&T discount plan or promotion.

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AT&T COMMUNICATIONS Adm. Rates and Tariffs Bridgewater, NJ 08807 Issued: May 30, 1997 TARIFF F.C.C. NO. 13
24th Revised Page 38.6.1
Cancels 23rd Revised Page 38.6.1
Effective: June 1, 1997

19. Rates and Charges (continued)

(a) Rates

- Rate Per Public Payphone Call.....\$0.35

19.K.3. LDMTS Offering - Customers who convert the primary interexchange carrier for their existing Billed Telephone Number (BTN) from another interexchange carrier to AT&T and subscribe to the AT&T residential LDMTS Basic Schedule (See Section 19.A.), the Block-of-Time Calling Plan (See Section 19.A.9.), or the Reach Out-World Calling Plan (See Section 6.1.) are entitled to receive a credit towards usage in an amount equal to \$15 or the Local Exchange Carrier (LEC) change charge which the Customer must pay, whichever is greater, up to a maximum of \$50 per line per Customer. The credit will be paid in the form of either a Long Distance Certificate (LDC) or a check, at AT&T's option. Usage is defined as a Customer's AT&T billed monthly recurring charges, usage charges and service charges for domestic or international Dial Station calls, domestic or international AT&T CIID/891 calls, domestic or international operator assisted calls. Usage may be Domestic, International, or a combination of both.

AT&T will provide the credit specified above where AT&T is able to determine, from information provided by the Customer or the Customer's LEC, that the Customer has converted the primary interexchange carrier for their existing BTN from another interexchange carrier to AT&T. The check or LDC will be provided within 90 days of such determination.

Customers who convert to AT&T as their primary long distance carrier and subscribe to AT&T PRO WATS I (See Section 19.A.10.) are not eligible for this offer.

19.K.4. Operator Transfer Service Fee - An Operator Transfer Service Fee applies to all completed interstate calls and to completed calls to interstate and international Directory Assistance, when an AT&T Customer dials 0-, reaches a Local Exchange Company operator and requests transfer to AT&T to complete a call and a Local Exchange Company operator transfers the Customer to the AT&T network from the Local Exchange Company network.

The Operator Transfer Service Fee is applied in addition to any other applicable Service Charges or Surcharges.

The Service Fee does not apply to:

- International calls, except International Directory Assistance
- Calls to 800 numbers
- Calls to 900 numbers
- Calls to SelectCall Service numbers
- Calls to Directory Assistance in Canada, Bermuda and the international portion of the 809 NPA
  - (a) Rates

AT&T COMMUNICATIONS Adm. Rates and Tariffs Bridgewater, NJ 08807 Issued: May 30, 1997

TARIFF F.C.C. NO. 27
2nd Revised Page 8-8
Cancels 1st Revised Page 8-8
Effective: June 1, 1997

#### 8.1. General (continued)

8.1.7. Operator Transfer Service Fee - An Operator Transfer Service Fee applies to all completed interstate calls and to completed calls to interstate and international Directory Assistance, when an AT&T Customer dials 0-, reaches a Local Exchange Company operator and requests transfer to AT&T to complete a call and a Local Exchange Company operator transfers the Customer to the AT&T network from the Local Exchange Company network.

The Operator Transfer Service Fee is applied in addition to any other applicable Service Charges or Surcharges.

The Service Fee does not apply to:

- International calls, except International Directory Assistance
- Calls to 800 numbers
- Calls to 900 numbers
- Calls to SelectCall Service numbers
- Calls to Directory Assistance in Canada, Bermuda and the international portion of the 809 NPA
- A. Rates The rates for Operator Transfer Service Fee are listed in Section 24.1.5.F., following.

The Operator Transfer Service Fee will not apply to Customers in the geographic areas served by the following Local Exchange Companies for 90 days from the date shown:

Company Date
BellSouth November 30, 1996

8.1.8. Public Payphone Surcharge - A Public Payphone Surcharge N applies to all completed consumer interstate and international long distance calls placed from a public/semi-public payphone which are not paid on a sent paid basis. Specifically, the public payphone surcharge applies to: (1) calling card service; (2) collect calls; (3) calls billed to a third number; (4) completed AT&T 500 Personal Number Service calls; (5) completed AT&T Easy Reach 700 Service calls; (6) calls to interstate and international Directory Assistance; and (7) calls completed via AT&T DIRECTORY LINK Service.

The Public Payphone Surcharge is applied in addition to any other applicable Service Charges or Surcharges.

The Public Payphone Surcharge does not apply to:

- Calls paid for by inserting coins at the public/semi-public payphone.
- Calls placed from stations other than public/semi-public payphones.
- Calls completed using AT&T Prepaid Card Service.

Discounts offered by AT&T discount plans and promotions will not apply to the Public Payphone Surcharge unless this specific charge is expressly covered in the AT&T discount plan or promotion.

A. Rates - The rates for the Public Payphone Surcharge are listed in . Section 24.1.5.H., following.

ATET COMMUNICATIONS Adm. Rates and Tariffs Bridgewater, NJ 08807 Issued: May 30, 1997 TARIFF F.C.C. NO. 27

1st Revised Page 24-451.2

Cancels Original Page 24-451.2

Effective: June 1, 1997

#### 24.1.5. Rates - Other Operator Services and Charges (continued)

#### G.2. Operator Dialed Surcharge Z Rates

• •	Operator Dialed Called Number	Customer Dialed Called Number
- per DMTS call	\$1.15	\$0.85
- per IMTS call	\$2.15	\$1.85
H. Public Payphone	Surcharge Rate	
- per Public Payph	one call \$0.	.35

## **ATTACHMENT 9**

# AT&T'S FCC TARIFF FILING FOR PAYPHONE SURCHARGES EFFECTIVE JUNE 1997



Mary Peterson Administrator - Rates and Tariffs

Room 32D66 55 Corporate Drive Bridgewater, NJ 08807 908 658-8155

May 30, 1997

Transmittal No. 10747

Secretary
Federal Communications Commission
Washington, DC 20554

Attention: Common Carrier Bureau

The accompanying tariff material issued by AT&T Communications and bearing Tariff F.C.C. Nos. 1, 4, 13, 16 and 27, effective May 31, 1997, June 1, 1997 and June 2, 1997, is sent to you for filing in compliance with the requirements of the Communications Act of 1934, as amended. This material consists of tariff pages as indicated on the following check sheets:

Tariff F.C.C. No. 1 - 4305th Revised Page 1 Tariff F.C.C. No. 1 - 4306th Revised Page 1 Tariff F.C.C. No. 1 - 377th Revised Page 1.4 Tariff F.C.C. No. 1 - 287th Revised Page 1.6 Tariff F.C.C. No. 1 - 389th Revised Page 1.9 Tariff F.C.C. No. 1 - 390th Revised Page 1.9 Tariff F.C.C. No. 1 - 529th Revised Page 1.14 Tariff F.C.C. No. 1 -97th Revised Page 1.15 Tariff F.C.C. No. 4 - 463rd Revised Page 1 Tariff F.C.C. No. 4 - 91st Revised Page 1.1 Tariff F.C.C. No. 13 - 667th Revised Page 1 Tariff F.C.C. No. 13 -56th Revised Page 1.1 Tariff F.C.C. No. 16 - 579th Revised Page 1 Tariff F.C.C. No. 16 - 150th Revised Page 1.1 Tariff F.C.C. No. 27 - 571st Revised Page 1 Tariff F.C.C. No. 27 -201st Revised Page 1.1 Tariff F.C.C. No. 27 -51st Revised Page 1.1.1

This filing:

Revises various usage rates for Software Defined Network Service, Hospitality Network Service, and AT&T UNIPLAN Service. In addition this filing extends the ordering and installation windows for an AT&T UNIPLAN Service and revises various rates for 64 KBPS Switched Digital Service.

Also, makes corrections to revisions filed for Multiple Service Arrangement (MSA) 38 for State Calling Service in Transmittal No. 10740, which became effective on May 24, 1997.

Introduces an AT&T Simplified Calling Plan Promotion No. 9B and introduces new promotion for AT&T CIID/891 Calling Card Service.

Extends availability for existing AT&T UNIPLAN Service promotion.

Federal Communications Commission Transmittal No. 10747

Introduces a public payphone surcharge to all completed interstate and international long distance non-coin calls placed from public/semi-public payphones in the United States, Puerto Rico and the U.S. Virgin Islands.

Revises AT&T WorldPlus Communication Service Promotion No. 27, Section 21.1.1.E.27. by extending the closing date from June 1, 1997 to July 1, 1997.

Introduces AT&T Commercial Prepaid Card Service Promotion, Section 8.1.1.1108 and introduces three new promotions for AT&T MultiQuest Service.

A continuing waiver of Sections 61.52(b) and 61.54(c)(1) of the Federal Communications Commission's Rules and Regulations was requested under Application No. 2741 and has been granted under Special Permission No. 95-1174. This permits AT&T to file new tariffs in the section page number format.

The revisions contained herein are scheduled to become effective on not less than one day's notice, pursuant to Section 61.23 of the Federal Communications Commission's Rules and Regulations.

A continuing waiver of Sections 61.20 (c), 61.22 (a) and (c) of the Federal Communications Commission's Rules and Regulations was requested under Application No. 2742 and has been granted under Special Permission No. 96-0709. This permits AT&T to file changed tariff pages only on CD-ROM utilizing Microsoft WORD® 6.0.

Payment in the amount of \$600.00, along with FCC Form 159, was sent to the Federal Communications Commission, Tariff filings, c/o Mellon Bank, P.O. Box 358150, Pittsburgh, PA. 15251-5150, for delivery this date. Acknowledgment and date of receipt of this filing are requested. A duplicate letter of transmittal is attached for this purpose. Please address any inquiries concerning this filing to the attention of Ms. M. Peterson, Administrator - Rates and Tariffs, AT&T Communications, 55 Corporate Drive, Room 32D66, Bridgewater, NJ 08807.

(Original Signed By M. Peterson) Administrator - Rates and Tariffs

Duplicate Letter
Attachment:
 Tariff Pages (36)
Copy of Letter, with attachment, concurrently sent to:
 Commercial Contractor
 Chief, Tariff Review Branch, Public Reference Copy

ATET COMMUNICATIONS Adm. Rates and Tariffs Bridgewater, NJ 08807 Issued: May 30, 1997 TARIFF F.C.C. NO. 1 Original Page 178.324.2

Effective: June 1, 1997

#### 6.20.1. General (continued)

- D. Public/Semi-Public Telephone Coin operated or coinless telephones are generally available for public use in the United States, Puerto Rico and the U.S. Virgin Islands. These telephones can be owned by local telephone companies, interexchange carriers and/or private Customers. Calls from coinless telephones must use an alternate billing method such as calling card, commercial credit card, third number or collect.
- 1. Public Payphone Surcharge A Public Payphone Surcharge applies to all completed interstate and international long distance calls placed from a public/semi-public payphone where alternate billing methods such as calling card, commercial credit card, collect and billed to a third number are utilized. The payphone surcharge also applies to (1) long distance calls placed via designated AT&T 800 numbers (e.g. 800-CALL ATT), (2) AT&T 500 Personal Number Service calls, (3) AT&T Easy Reach calls, (4) calls to interstate and international Directory Assistance and (5) calls completed via AT&T DIRECTory LINK Service.

The Public Payphone Surcharge is applied in addition to any other applicable Service Charges or Surcharges.

The Public Payphone Surcharge does not apply to:

- Calls paid for by inserting coins at the public/semi-public payphone.
- Calls placed from stations other than public/semi-public payphones.
- Calls completed using AT&T Prepaid Card Service.

Discounts offered by AT&T discount plans and promotions will not apply to the Public Payphone Surcharge unless this specific charge is expressly covered in the AT&T discount plan or promotion.

(a) Rates

- Rate Per Public Payphone Call.....\$0.35

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#### 6.20.2. Dial Station Rates and Rate Schedules

- A. Intra-Mainland, Mainland-Alaska and Mainland-Hawaii Service Schedule I; Hawaii-Alaska Service Schedule IA The following applies to calls between stations covered by these schedules.
- 1. Distance Measurement Rates in these schedules are based on the distance in airline mileage between the rate centers of the stations involved. Airline mileage is calculated as specified in Tariff F.C.C. No. 10. Certain rate centers may be designated as city zones of a zoned city. Mileage involving zoned cities is determined as follows:

Certain material on this page formerly appeared on Page 178,324.1.

ATET COMMUNICATIONS Adm. Rates and Tariffs Bridgewater, NJ 08807 Issued: May 30, 1997

TARIFF F.C.C. NO. 13

2nd Revised Page 67.1

Cancels 1st Revised Page 67.1

Effective: June 1, 1997

#### 7.1. GENERAL - (continued)

7.1.4. Operator Transfer Service Fee - An Operator Transfer Service Fee applies to all completed interstate calls and to completed calls to interstate and international Directory Assistance, when an AT&T Customer dials 0-, reaches a Local Exchange Company operator and requests transfer to AT&T to complete a call and a Local Exchange Company operator transfers the Customer to the AT&T network from the Local Exchange Company network.

The Operator Transfer Service Fee is applied in addition to any other applicable Service Charges or Surcharges.

The Service Fee does not apply to:

- International calls, except International Directory Assistance
- Calls to 800 numbers
- Calls to 900 numbers
- Calls to SelectCall Service numbers
- Calls to Directory Assistance in Canada, Bermuda and the international portion of the 809 NPA
  - (a) Rates
- Rate Per Call.....\$0.55
- 7.1.5. Public/Semi-Public Telephone Coin operated or coinless N telephones are generally available for public use in the United States, · Puerto Ríco and the U.S. Virgin Islands. These telephones can be owned by local telephone companies, interexchange carriers and/or private Customers. Calls from coinless telephones must use an alternate billing method such as calling card, commercial credit card, third number or collect.
- A. Public Payphone Surcharge A Public Payphone Surcharge applies to all completed interstate and international long distance calls placed from a public/semi-public payphone where alternate billing methods such as calling card, commercial credit card, collect and billed to a third number are utilized. The payphone surcharge also applies to (1) long distance calls placed via designated AT&T 800 numbers (e.g. 800-CALL ATT), (2) AT&T 500 Personal Number Service calls, (3) AT&T Easy Reach calls, (4) calls to interstate and international Directory Assistance and (5) calls completed via AT&T DIRECTORY LINK Service.

The Public Payphone Surcharge is applied in addition to any other applicable Service Charges or Surcharges.

The Public Payphone Surcharge does not apply to:

- Calls paid for by inserting coins at the public/semi-public payphone.
- Calls placed from stations other than public/semi-public payphones.
- Calls completed using AT&T Prepaid Card Service.

Discounts offered by AT&T discount plans and promotions will not apply to the Public Payphone Surcharge unless this specific charge is expressly covered in the AT&T discount plan or promotion.

(a) Rates

- Rate Per Public Payphone Call.....\$0.35

N

#### **ATTACHMENT 10**

AT&T'S FLORIDA PUBLIC SERVICE COMMISSION TARIFF FILING FOR PAYPHONE SURCHARGES EFFECTIVE JUNE 1997

Ø 002

CON-here's a tariff you wanted to see. ABG

T-97-611



Rhonda P. Merritt Assistant Vice President Law & Government Affairs Suite 700 101 N. Monroe St. Tallahessee, FL 32301 904 425-6342 FAX: 904 425-6343

June 20, 1997

Mr. Walter D'Haeseleer Director, Division of Communications Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee Florida 32399-0850

Dear Mr. D'Haeseleer:

Attached for filing with the Commission is a revision to the General Services Tariff of AT&T Communications of the Southern States, Inc., to be effective June 23, 1997. The revised page is listed below.

#### General Services Tariff

Section A11

First Revised Page 8.2.2

AT&T is filling this tariff to implement a surcharge on non-coin calls made from public or semipublic payphones. This surcharge is being put into effect to offset payments AT&T must make to payphone owners as required by the F.C.C

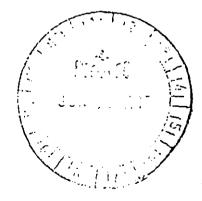
Please call me if you have any questions concerning this filing.

Yours truly,

Chonda Merritt

Rhonda Merritt

**Attachments** 



Ø 003

07/11/97 FRI 09:27 FAX 904 222 1355

#### ATET COMMUNICATIONS OF THE SOUTHERN STATES, INC. GENERAL SERVICES TARIFF

**FPTA** 

FLORIDA

ISSUED: June 20, 1997

BY: Judy Watts-Tariff Administrator

EFFECTIVE: June 23, 1997 FIRST REVISED PAGE 8.2.2 CANCELS ORIGINAL PAGE 8.2.2

#### All. MESSAGE TELECOMMUNICATIONS SERVICE

#### All.3 Two-Point Service (Cont'd)

#### Service Between Telephones (Cont'd)

- Rate Tables (Cont'd)
- 11. Operator Transfer Service Fee

An Operator Transfer Service Fee applies to all completed intrastate calls and to completed calls to Directory Assistance, when an AT&T Customer dials 0-, reaches a Local Exchange Company operator and requests transfer to AT&T to complete a call and a Local Exchange Company operator transfers the Customer to the AT&T network from the Local Exchange Company network.

The Operator Transfer Service Fee is applied in addition to any other applicable Service Charges or Surcharges.

The Operator Transfer Service Fee does not apply to:

- Calls to 800 or 900 telephone numbers
- Calls to SelectCall Service numbers.

Rate per call

\$.55

#### 12. Public Payphone Surcharge

A Public Payphone Surcharge applies to all completed intrastate long distance calls placed from a public/semi-public payphone where alternate billing methods such as calling card, commercial credit card, collect and billed to a third number are utilized. The payphone surcharge also applies to 1) long distance calls placed via designated AT&T 800 numbers (e.g., 800-CALL ATT), 2) AT&T 500 Personal Number Service calls, 3) AT&T Easy Reach calls, 4) calls to Directory Assistance, and 5) calls completed via AT&T DIRECTORY LINK Service.

The Public Payphone Surcharge is applied in addition to any other applicable Service Charges or Surcharges.

The Public Payphone Surcharge does not apply to: Calls paid for by inserting coins at the public/semi-public payphone, calls placed from stations other than public/semi-public payphones, or calls completed using AT&T Prepaid Card Service.

> Rate per Public Payphone Call \$.35

### ATTACHMENT 11

# AT&T PRESS RELEASE REGARDING PAYPHONE SURCHARGES ASSESSED ON CONSUMERS



#### **News** Release

FOR RELEASE FRIDAY, MAY 30, 1997

## AT&T adjusts consumer prices to offset new payphone costs

BASKING RIDGE, N.J. -- To offset payments to payphone owners required under a plan established by the Federal Communications Commission, AT&T said today it would adjust prices effective June 1 on certain calls placed from payphones.

The FCC plan requires long-distance carriers to compensate qualifying public payphone owners for coinless calls including calling card, collect, credit card and operator-handled calls. AT&T's current share of the cost is \$26.21 per public payphone per month.

To recover the portion of this cost associated with consumer services, AT&T will add a 35-cent charge to coinless calls completed from a payphone. Funds generated on the coinless payphone calls will be used to comply with the FCC order.

"Clearly, AT&T does not intend to profit at all from this action, We are simply passing on the charges being levied by the FCC." said George Burnett, AT&T vice president - Consumer Markets Division. "AT&T is working diligently through the courts to reduce the current amount of compensation. If we are successful, we fully intend to roll back this price increase."

Earlier this year, AT&T adjusted rates to recover costs for payphone compensation associated with its business services. Today's announcement reflects the company's action to recover most of its costs on affected consumer services.

AT&T, along with other long-distance carriers and state regulators, appealed the FCC order. AT&T pledged to roll back the price increases including adjustments to business rates if the company succeeds in efforts to reduce the level of payment to payphone owners. The case is being decided by the Court of Appeals in Washington, D.C.

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